

# **CORRECTED FISCAL NOTE**

## **SB 439 - HB 975**

March 24, 1997

**SUMMARY OF BILL:** Exempts from the sales tax the concept sketch, drawing or model which is used in the developing of an engineering prototype for manufacture or production.

### **ESTIMATED FISCAL IMPACT:**

On March 13, 1997 we issued a fiscal note on this bill which indicated that :

*The impact of this bill is a decrease in state of revenues of less than \$100,000 and a decrease in local government revenues of less than \$40,000. This estimate assumes that state and local government sales tax revenue would be decreased since such sketches, drawings and models would no longer be taxable.*

Based upon additional information provided to us by the Department of Revenue, the estimated fiscal impact of this bill is:

### **MINIMAL**

This estimate assumes that such drawings, sketches and models are not currently taxable.

### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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